

DAILY MARKETS OVERVIEW

8 NOVEMBER 2018

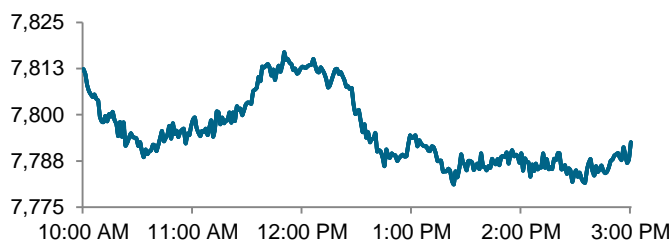
السوق المالي السعودي

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,793	-0.3	-1.1	7.8	16.2
Saudi (NOMU)	2,483	-1.5	-1.4	-20.9	8.3
Energy	4,897	-0.8	-1.9	14.4	18.9
Materials	5,544	-0.2	-0.8	9.7	17.1
Capital Goods	4,284	-0.1	6.3	-1.3	21.6
Com. & Prof. Svc	4,312	1.9	2.1	2.5	18.5
Transportation	3,626	-0.3	-2.9	-9.6	21.1
Cons. Durables & Apparel	3,504	0.1	-0.2	-15.4	NA
Consumer Services	3,039	-1.0	-2.0	-17.5	17.4
Media	11,542	-1.8	-0.1	49.2	NA
Retailing	6,646	-0.1	0.3	18.0	31.2
Food & Staples Retailing	5,957	0.4	0.5	6.2	24.0
Food & Beverages	3,874	-3.9	-5.4	-20.9	26.4
Health Care Equipment	3,511	0.1	-3.1	-21.0	18.4
Pharma, Biotech & Life Science	3,879	-0.7	-5.8	-2.3	27.4
Banks	6,945	-0.1	-1.5	26.2	12.5
Diversified Financials	3,339	-0.7	1.0	-17.2	NA
Insurance	3,804	0.2	0.1	-19.5	30.8
Telecommunication	5,006	-0.5	-1.1	17.7	16.4
Utilities	3,297	-0.6	-0.9	-27.7	NA
REITs	3,648	-0.2	0.6	-21.3	NA
Real Estate	3,379	0.9	1.3	-28.1	23.1

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Amana Cooperative Insurance Co.	17.88	10.0%	36.8
The Qassim Cement Co.	38.20	6.0%	11.4
Arabian Cement Co.	22.38	5.1%	14.1
National Agriculture Development Co.	28.00	4.5%	25.7
Saudi Enaya Cooperative Insurance Co.	25.20	4.2%	36.2

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Saudi Airlines Catering Company	7-Nov	3Q18	142.60	9.4	1.74	NA
National Gas & Industrialization Co.	7-Nov	3Q18	35.55	-8.2	0.47	NA
National Agricultural Development Co.	7-Nov	3Q18	35.13	102.7	0.41	NA
Halwani Bros	7-Nov	3Q18	19.20	2.1	0.67	NA
Alandalus Property	7-Nov	3Q18	12.62	-52.2	0.18	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of November 8, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.3% lower at 7,793 while NOMU ended 1.5% lower at 2,483 on Wednesday. TASI traded value totaled SAR 3.3bn and averaged SAR 4.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 46.4% of the daily traded value.
- Banks and Materials closed 0.1% and 0.2% lower, respectively. Telecom closed 0.5% lower. Com. & Prof. Svc (up 1.9%) was the best performer. Among stocks, Amana Cooperative Insurance Co. (8310/AMANA AB), Qassim Cement Co. (3040/QACCO), and Arabian Cement Co. (3010/ARCCO AB) led the gainers.
- Standard & Poor's revealed the average fiscal deficit of Arabian Gulf economies would widen between 2018 and 2021. This would in turn drive their cumulative financing needs to be around USD 300bn (SAR 1.1tn), primarily KSA. (Source: Zawya)
- The Saudi Arabian Monetary Authority (SAMA) revealed the Saudi Payments Network (Mada), which connects all ATMs and point-of-sale (POS) terminals in the country, posted a 16.3% Y/Y rise in POS transactions to SAR 189bn (USD 50.4bn) for the period from January to October 2018. (Source: Argaam)
- Saudi Electricity Co. (5110/SECO AB) would deliver the world's largest mobile substation, with a 380-kilo volt (kv) and 502 mega volt ampere (MVA) capacity, in January. The firm signed four agreements to purchase mobile substations of the same capacity. (Source: Argaam)
- The National Shipping Co of Saudi Arabia's (4030/NSCSA AB) CEO stated results would improve as sea freight rates are expected to increase amid higher oil prices. (Source: Argaam)
- Saudi Airlines Catering Co.'s (6004/CATERING AB) BoD recommended a cash dividend of SAR 1.5 per share for 3Q18, implying full-year yield of 6.5%. (Source: Argaam)
- Al-Babtain Power & Telecommunication Co.'s (2320/ALBABTAI AB) BoD recommended a cash dividend of SAR 0.5 per share for 9M18, implying full-year yield of 3.3%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Savola Group	28.20	-9.9%	116.4
Al-Baha Investment & Development Co.	16.98	-4.2%	7.8
Saudi Fisheries Co.	22.00	-3.9%	37.4
Tihama Advertising & Public Relations Co.	42.50	-3.9%	21.2
Alujain corp.	22.68	-2.7%	17.5

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	124.00	-0.8%	540
Alinma Bank	21.54	0.5%	331
United Electronics Co.	61.00	0.2%	307
Saudi Industrial Export Co.	154.00	-0.1%	237
Savola Group	28.20	-9.9%	116

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,829	0.5	0.9	-16.0	7.5
Abu Dhabi (ADX)	5,016	0.2	1.9	14.0	13.3
Kuwait (KSE)	5,164	1.0	0.0	0.7	16.4
Qatar (QE)	10,253	-1.2	-0.3	20.3	15.3
Oman (MSM)	4,446	0.6	0.5	-12.8	10.4
Bahrain (BSE)	1,316	0.2	0.2	-1.2	8.9
DJMENA Index	560	-0.3	-0.5	6.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,814	2.1	3.3	5.2	NA
US (NASDAQ 100)	7,571	2.6	2.9	9.7	21.4
UK (FTSE 100)	7,117	1.1	0.3	-7.4	15.3
Germany (DAX)	11,579	0.8	0.5	-10.4	13.9
France (CAC 40)	5,138	1.2	0.7	-3.3	15.8
Russia (MICEX)	2,445	1.4	2.8	15.9	NA
Japan (Nikkei)	22,086	-0.3	-0.7	-3.0	15.6
Hong Kong (HSI)	26,148	0.1	-1.3	-12.6	9.8
South Korea (KOSPI)	2,079	-0.5	-0.8	-15.8	10.0
China (SHCOMP)	2,641	-0.7	-1.3	-20.1	12.4
India (NIFTY)	10,599	0.7	0.4	0.6	21.6
Brazil (IBOV)	87,714	-1.1	-0.8	14.8	NA
Turkey (BIST 100)	95,493	0.8	1.5	-17.2	7.1
Egypt (EGX30)	13,616	1.3	3.1	-9.3	12.4
MSCI Emerging Markets	998	0.6	0.1	-13.9	12.0
MSCI World	2,084	1.6	2.3	-0.9	17.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	72.0	-0.2	-1.2	7.7	12.0
Natural Gas (\$/mmbtu)	3.6	1.1	8.4	26.8	11.9
Gold (\$/oz)	1,226	-0.1	-0.5	-6.1	-4.3
Silver (\$/oz)	14.6	0.3	-1.1	-14.5	-15.4
Platinum (\$/oz)	873	0.4	0.5	-6.2	-6.8
Copper (\$/t)	6,171	-0.2	-2.3	-14.4	-11.0
Zinc (\$/t)	2,503	-1.5	-3.8	-25.0	-23.3
Lead (\$/mt)	1,897	-0.6	-4.9	-24.0	-23.8
Wheat (\$/bu)	510	-0.5	0.3	9.6	0.3
Corn (\$/bu)	372	-0.3	0.3	-3.1	-5.3
Sugar (\$/lb)	13.0	0.4	-3.2	-14.5	-15.9

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.59	0.00	0.90	0.00
Saudi Arabia	2.79	0.00	0.89	0.20
UAE	2.72	0.02	0.93	0.13
Kuwait	2.06	0.00	0.19	-0.53
Qatar	2.82	0.00	0.18	0.23
Bahrain	3.75	0.00	1.03	1.16

Source: Reuters

NOTES: (1) Prices updated as of November 8, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Wednesday. S&P 500 and NASDAQ gained 2.1% and 2.6%, respectively. Dow Jones Industrial ended 2.1% higher. In Europe, UK gained 1.1%, while Germany and France closed 0.8% and 1.2% higher, respectively.
- Asian markets are trading in green on Thursday. China is up 0.6%. Japan and South Korea are trading 2.0% and 1.4% higher, respectively. Hong Kong is up 0.9% while India is closed for trading.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi closed 0.5% and 0.2% higher, respectively. Kuwait ended 1.0% higher, while Qatar declined 1.2%. Oman gained 0.6% while Bahrain ended 0.2% higher.
- According to the US EIA Petroleum status report, crude oil inventories were up by 5.8mn barrels (prior 3.2mn barrels) for the week ended November 2. (Source: Econoday)
- Kuwait plans to boost the output capacity of light crude oil to 250,000 barrels per day (bpd) from around 175,000 bpd currently. (Source: Zawya)
- Oman's Central Bank raised OMR 16mn (USD 41.5mn) through the allocation of treasury bills. The bills have a maturity period of 182 days, from November 7, 2018 to May 8, 2019. (Source: GulfBase)
- Abu Dhabi National Oil Company kicked off 2019 naphtha term talks and set its offers at premiums of USD 15 and higher to its price formula on a free-on-board (FOB) basis. These were at least 3–10% higher than 2018 contract prices. (Source: Zawya)
- According to the International Air Transport Association (IATA), passenger demand for Middle East carriers slowed to 1.8% in September; it added that capacity rose 5.3% in September, while the load factor fell 2.4% to 72.3%. (Source: Arabian Business)
- Oman's tourism development arm, Omran, joined hands with Dubai's Damac Properties (DAMAC UH) to start the groundwork for the transformation of the historical Mina Al Sultan Qaboos (MASQ) port into a USD 2.0bn (AED 7.4bn) integrated mixed-use waterfront destination. (Source: Trade Arabia)
- Sharjah Airport received 3.32mn passengers in 3Q18, an increase of 6.5% over the same period last year. The increase in passenger numbers was driven primarily by new destinations and flights added by airlines operating at Sharjah Airport. (Source: Trade Arabia)
- UK's Hyperoptic announced it had signed a deal for a significant equity rise with Abu Dhabi's Mubadala Investment Company (Mubadala). (Source: Arabian Business)

Coming Up

- US jobless claims for the week ended November 3 (prior: 214K; consensus: 213K) will be announced today. (Source: Econoday)
- Change in the China's CPI for October 2018 (prior: 0.7% M/M, 2.5% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 9 (prior: 5.8mn barrels) will be announced on November 15. (Source: Econoday)



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